| 1<br>2<br>3<br>4<br>5 | KEVIN V. RYAN (CSBN 118321)<br>United States Attorney                                                                                                                        | Company Services of the Servic |
|-----------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 8                     | UNITED STATES DISTRICT COURT                                                                                                                                                 |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |
| 9                     | NORTHERN DISTRICT OF CALIFORNIA                                                                                                                                              |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |
| 10                    | SAN FRANCISCO DIVISION                                                                                                                                                       |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |
| 11                    |                                                                                                                                                                              | CR 03 0707                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                     |
| 12                    | UNITED STATES OF AMERICA,                                                                                                                                                    | ) No.                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                          |
| 13                    | Plaintiff,                                                                                                                                                                   | ) VIOLATION: 21 U.S.C. §§ 331(k),                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |
| 14                    | V.                                                                                                                                                                           | ) 333(a)(2) - Misbranding<br>) SAN FRANCISCO VENUE                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             |
| 15                    | INTERMUNE, INC.,                                                                                                                                                             | ) SAIV FRANCISCO VENUE                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |
| 16                    | Defendant.                                                                                                                                                                   |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |
| 17                    |                                                                                                                                                                              |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |
| 18                    |                                                                                                                                                                              |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |
| 19                    |                                                                                                                                                                              | )                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                              |
| 20                    |                                                                                                                                                                              |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |
| 21                    | INFORMATION                                                                                                                                                                  |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |
| 22                    | The United States Attorney charges:                                                                                                                                          |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |
| 23                    | INTRODUCTION  At all times material and partinent to this Information.                                                                                                       |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |
| 25                    | At all times material and pertinent to this Information:  1. The United States Food and Drug Administration ("FDA") was the federal agency                                   |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |
| 26                    | 1. The United States Food and Drug Administration ("FDA") was the federal agency within the United States Department of Health and Human Services charged with enforcing the |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |
| 27                    | Federal Food, Drug, and Cosmetic Act ("FDCA" or "the Act") to protect the health and safety of                                                                               |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |
| 28                    | the American public. Under the Act, a drug was misbranded if its labeling did not bear adequate                                                                              |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                |
| -                     |                                                                                                                                                                              | and the country and the countr |

directions for use to permit a layperson to administer the drug safely for each of its intended uses. 21 U.S.C. § 352(f)(1); 21 C.F.R. § 201.5.

- 2. A "prescription drug" was a drug which, "because of its toxicity or other potentiality for harmful effect, or the method of its use, or the collateral measure necessary for its use, [was] not safe for use except under the supervision of a practitioner licensed by law to administer such drug" or a drug which was "limited by an approved [new drug application] to use under the supervision of a practitioner licensed by law to administer such drug." 21 U.S.C. § 353(b)(1). A prescription drug, by definition, could not bear adequate directions for use by a layperson.
- 3. If a prescription drug did not bear adequate directions for use for all of its intended uses, and if it was not subject to an exemption from the requirement that it bear adequate directions for use for all of its intended uses, the drug was misbranded under the FDCA. 21 U.S.C. § 352(f)(1); 21 C.F.R. § 201.115.
- 4. The FDCA prohibited the doing of any act with respect to a drug, if the act was done while the drug was held for sale after shipment in interstate commerce and resulted in the drug being misbranded. 21 U.S.C. § 331(k).

## STATEMENT OF FACTS

- 5. Defendant, InterMune, Inc., was a biopharmaceutical company engaged in developing and commercializing therapies in pulmonology and hepatology, with its principal place of business located in Brisbane, California.
- 6. The FDA approved the use of the drug Actimmune® (interferon gamma-1b) for the treatment of chronic granulomatous disease and severe, malignant osteopetrosis.
- 7. Actimmune® was a "drug" within the meaning of 21 U.S.C. § 321(g)(1)(B) and (C), and it was a "prescription drug" within the meaning of 21 U.S.C. § 353(b). Actimmune® was not exempt under 21 C.F.R. § 201.115 from the requirement that it bear adequate directions for use for all of its intended uses.
- 8. Defendant InterMune contracted with a specialty pharmacy located in Florida to distribute Actimmune® to patients located in the Northern District of California and elsewhere.
  - 9. From at least August 2002 until at least January 2003, in the Northern District of

| 1                 | California and elsewhere, Defendant InterMune promoted Actimmune® for the treatment of                 |  |
|-------------------|--------------------------------------------------------------------------------------------------------|--|
| 2                 | idiopathic pulmonary fibrosis (IPF), a new intended use for Actimmune®, for which InterMune            |  |
| 3                 | did not have an approved New Drug Application or effective Investigational New Drug                    |  |
| 4                 | application.                                                                                           |  |
| 5                 | COUNT ONE                                                                                              |  |
| 6                 | From in or about August 2002 until in or about January 2003, within the Northern District              |  |
| 7                 | of California and elsewhere, the defendant INTERMUNE, INC., with the intent to defraud and             |  |
| 8                 | mislead, promoted the drug Actimmune® for the treatment of idiopathic pulmonary fibrosis, a            |  |
| 9                 | condition for which it was not approved by FDA, while the drug was held for sale after shipment        |  |
| 10                | in interstate commerce, which resulted in the drug being misbranded within the meaning of 21           |  |
| 11                | U.S.C. § 352(f)(1), in that its labeling did not bear adequate directions for use, all in violation of |  |
| 12                | 21 U.S.C. §§ 331(k) and 333(a)(2).                                                                     |  |
| 13                |                                                                                                        |  |
| 14                | DATED: October 24, 2006 United States Attorney                                                         |  |
| 15                | KEVIN V. RYAN                                                                                          |  |
| 16                |                                                                                                        |  |
| 17                |                                                                                                        |  |
| 18                | KEVIN V. RYAN                                                                                          |  |
| 19                | United States Attorney                                                                                 |  |
| 20                |                                                                                                        |  |
| 21                | (Approved as to form: (All MCIFE)                                                                      |  |
| AUSA IOANA PETROU |                                                                                                        |  |
| 23                |                                                                                                        |  |
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CERTIFICATE OF SERVICE 1 The undersigned hereby certifies that he is an employee of the office of the United States 2 Attorney, Northern District of California and is a person of such age and discretion to be competent to serve papers. The undersigned certifies that he caused copies of 3 INFORMATION 4 5 in the case of United States v. Intermune, Inc., No. TBD to be served on the parties in this action, addressed as follows which are the last known б addresses and fax numbers: 7 Barbara Hoffman Covington & Burling LLP 8 1330 Avenue of the Americas New York, New York 10019 9 212-841-1143 Fax: 646-441-9143 10 bhoffman@cov.com 11 (By Personal Service), I caused such envelope to be delivered by hand to the person or offices of each addressee(s) above. 12 (By Facsimile), I caused each such document to be sent by Facsimile to the person or 13 offices of each addressee(s) above. 14 (By Mail), I caused each such envelope, with postage thereon fully prepaid, to be placed in the United States mail at San Francisco, California. 15 X (By Fed Ex), I caused each such envelope to be delivered by FED EX to the address 16 listed above. 17 I declare under penalty of perjury that the foregoing is true and correct. 18 October 26, 2006 19 20 United States Attorney's Office 21 22 23 24 25 26 27 28